

Community Development Block Grant **Operating Fund**

2003 Cash Balance Statement

The Community Development Block Grant (CDBG) fund typically realizes moderate beginning year cash balances resulting from reprogramming and/or reappropriation of previous years' unspent funds. The amounts carried forward to 2001 and 2002 were \$2,431,724 and \$1,718,533, respectively; the 2003 beginning year cash balance is projected to be \$1,687,142.

2003 CDBG FUND BALANCE SUMMARY

Projected Unencumbered Cash Balance (January 1, 2003)	\$ 1,687,142
Plus Estimated 2003 Receipts	<u>12,481,209</u>
Total Estimated Available Resources	14,168,351
Less 2003 Recommended Operating Budget	<u>(14,168,351)</u>
Projected Available Balance (December 31, 2003)	<u><u>\$ -</u></u>

2003 Proposed Operating Budget

In 2003, CDBG activities are divided into four primary categories: housing and neighborhood development, economic development, public services, and administration and planning. With the exception of administration and planning, all activities satisfy one of two basic federal mandates: the elimination of slum and blight or benefit to low/moderate income families and individuals. In implementing the CDBG budget process, the city solicits significant community input as well as public applications for funding of activities.

The primary funding categories are further defined below:

Housing and Neighborhood Development

The housing and neighborhood development programs seek to revitalize blighted inner-city neighborhoods and to provide affordable housing to low-income citizens. The largest activities within housing and neighborhood development are the affordable housing opportunity fund which provides for the rehabilitation and production of low-income housing units; the emergency repair program which responds to emergency electrical, plumbing, and heating conditions; the SURF program which provides a contract to the Private Industry Council to coordinate a neighborhood environmental program in ten neighborhoods; and the homebuyer counseling and housing development contracts which provide funding to agencies that enhance the city's efforts to increase homeownership opportunities. Also funded under housing and neighborhood development are the city's environmental nuisance program, the land management program, and the relocation program. The housing and neighborhood development component

includes a total of twenty activities totaling \$7,512,827, or 53 percent of the 2003 CDBG budget.

Economic Development

The economic development activities, through its lending tool, the economic and community development fund, seek to promote low and moderate-income job creation. The fund provides working capital to small businesses with an emphasis on minority companies and provides fixed asset financing to business borrowers that create jobs through expansion. The neighborhood support fund provides monies to neighborhood-based organizations to develop and implement their own economic development projects, initiatives, and services. The Columbus Urban Growth Corporation will acquire and develop unused or underutilized land in targeted areas on behalf of the city's Department of Development. Economic development includes a total of seven activities totaling \$3,149,149, or 22 percent of the 2003 CDBG budget.

Public Services

A limited number of public services have been funded under the CDBG program in recent years. All of them require direct benefit to low/moderate income citizens. Notable among these are the pregnancy support program which impacts high-risk pregnant women through active community outreach; the homeless prevention program which provides services to avoid homelessness; the Cap City Kids program which provides out-of-school programming for Columbus children; the sexual health awareness program which seeks to reduce STD/HIV infection, unwanted pregnancies and high-risk sexual activities; and the school's out program which funds a day camp for children on days that the Columbus Public Schools are not in session. Public services include a total of six activities totaling \$1,487,648, or eleven percent of the 2003 CDBG budget.

Administration and Planning

Administration and planning includes a wide variety of activities that indirectly impact the national objectives of slum and blight elimination and benefit to low/moderate income persons. Significant activities are the Columbus Compact, which is the governing body and implementation agent of the Columbus Empowerment Zone, and the fair housing program, which provides for a contract with the Urban League to combat housing discrimination. The grants management office coordinates budgetary, financial, monitoring, and regulatory responsibilities of the CDBG program. Administration and planning includes a total of ten activities totaling \$1,913,727, or 14 percent of the 2003 CDBG budget.

The following tables summarize the 2003 Community Development Block Grant Fund recommended appropriation levels and estimated resources:

2003 CDBG Recommended Appropriation							
DIVISION	PERSONNEL	SUPPLIES	SERVICES	OTHER	EQUIPMENT	TRANSFERS	TOTAL
Mayor's Office of Ed.	\$ 250,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 250,000
Development - Admin.	779,195	7,646	26,005	-	-	-	812,846
Economic Development	932,575	12,100	1,054,474	1,285,000	-	-	3,284,149
Neighborhood Services	915,494	5,000	405,477	-	-	-	1,325,971
Planning	183,822	1,500	5,000	-	-	-	190,322
Housing	1,925,061	29,733	1,916,976	2,530,318	24,000	-	6,426,088
Finance	430,614	5,500	404,695	105,000	-	-	945,809
Health	319,960	4,012	16,028	-	-	-	340,000
Recreation and Parks	176,062	14,005	73,933	1,000	-	-	265,000
Refuse	11,040	12,693	165,267	-	-	-	189,000
Transportation	132,166	7,000	0	-	-	-	139,166
TOTAL	\$ 6,055,989	\$ 99,189	\$ 4,067,855	\$ 3,921,318	\$ 24,000	\$ -	\$ 14,168,351

CDBG REVENUE BY SOURCE AND YEAR				
REVENUE SUMMARY	2000 Actual	2001 Actual	2002 Estimated	2003 Proposed
Entitlement	\$ 8,580,000	\$ 8,864,000	\$ 8,758,000	\$ 8,045,000
Economic Development Repayments	1,782,962	2,584,589	1,741,011	1,800,000
Housing Loan Repayments	2,370,010	1,805,075	3,000,000	2,233,451
Miscellaneous Receipts, Carryover and Reprogramming	975,289	3,073,693	2,480,865	2,089,900
TOTAL RESOURCES	\$ 13,708,261	\$ 16,327,357	\$ 15,979,876	\$ 14,168,351
PERCENT CHANGE	-2.0%	19.1%	-2.1%	-11.3%

2003 Revenue Notes:

- Approximately 57 percent of CDBG revenue is projected to be received in the form of entitlement monies from HUD in 2003.
- Entitlement allocations may vary depending upon congressional legislative action.
- Economic development loan repayments, including NCR loan repayments, account for approximately 13 percent of CDBG revenues.
- Approximately \$2.2 million or 16 percent of CDBG revenues is collected annually from housing loan repayments.
- Revenue sources have remained relatively stable in recent years.

